

**MINUTES OF THE
UTAH COMPREHENSIVE HEALTH INSURANCE POOL
BOARD OF DIRECTOR'S MEETING**

**January 17, 2013
Select Health
Auditorium A
1:00 p.m.**

Directors

Present: Elizabeth Hunter, Chair; Norm Thurston; Todd Kiser; Steve Canfield; Doug Hasbrouck M.D.; Steve Neeleman; Chet Loftus; Robert Perry; Todd Trettin; Matthew Minkevitch

Directors Steve Bateman; Randall Smart

Absent:

Present by

Invitation: Tomi Ossana; Perri Ann Babalis; Troy Pritchett; Sally Burns; Kempton Paige

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Staff Present: Jim Murray; Lyndee Astill; Maren Donaldson ; Crystal Ince; Jesse Liddell; Christine Lake

The meeting was called to order at 1:06 p.m. by Elizabeth Hunter, Chair.

Introductions were made for the new Insurance Commissioner, Todd Kiser.

APPROVAL OF MINUTES

The HIPUtah minutes of November 8, 2012 were presented. They were approved with no corrections.

The board discussed the open executive officer and committee positions vacated by retiring Commissioner Gooch. Todd Kiser would like to continue in the roles where the previous commissioner's served. **It was moved that Todd Kiser be made Secretary/Treasurer and serve on the Executive committee.** Moved—Steve Neelman; seconded—Doug Hasbrouck. Motion carried. **It was moved that Todd Kiser be put on the appeals committee as chair.** Moved— Doug Hasbrouck; seconded— Steve Neeleman. Motion carried. **ACTION ITEM:** The following board members termination dates fall mid- year 2013: Douglas Hasbrouck, M.D.; Robert Perry; Todd Trettin; Matt Minkevitch; Elizabeth Hunter. Applications for each individual needs to be completed. Commissioner Kiser and Norm Thurston also need to complete an application to be board members. Tomi Ossana will contact the members with the link to the application so they can be completed.

ADMINISTRATIVE REPORT-HIPUTAH AND FEDERAL HIPUTAH—Jesse Liddell

The Administrative reports for both State (HIPUtah) and Federal (Federal-HIPUtah) pools were presented.

The deletion of the \$500 deductible plan on HIPUtah was not recorded in the September board minutes. The correction will be made and the minutes will be re-reviewed in March's board meeting.

ACTUARIAL REPORT & FINANCIAL PROJECTIONS—Troy Pritchett

HIPUtah

1. Projected net assets for fiscal years 2013 and 2014 have fallen below 6 months of runoff.

2. 2012 ended with high utilization of claims. The trend was running at about 17%.
3. Funding levels are not a significant concern as the program is set to expire at the end of the year. If Federal-HIPUtah enrollment is capped, HIPUtah will see growth which would be a significant concern with the current funding levels.

Federal-HIPUtah

1. Federal-HIPUtah is still showing strong enrollment growth.
2. Projections show a loss of \$66.7 million.
3. The funding request for second quarter is due February 15.

HIPUTAH FY 2013 & FY 2014 BUDGET REVIEW—Tomi Ossana

1. Currently we are at 50% of the original budget with 5.55 months in the reserve.
2. The budget will be maintained for 2013.
3. For fiscal year 2014 there is a request for \$8.08 million. By fiscal year 2015 we should be down to 4.13 months of reserves (\$11.8 million.).
4. Representative Dunnigan will run a bill to raise the lifetime maximum on members from \$1.5 million to \$1.8 million in the 2013 legislative general session.

FEDERAL-HIPUTAH BUDGET REVIEW AND CY 13, 2ND QUARTER ALLOCATION REQUEST—Tomi Ossana and Sally Burns

1. Claims should end up at about 98% of what Milliman had projection for calendar year 2012.
2. The original projections for calendar year 2013 have increased from \$40 million to \$67 million.
3. Submission for the second quarter budget is due February 15, 2013. HIPUtah's Actuary determined that \$15,722,327 be requested for this quarter. **It was moved that the next round of funding be requested.** Moved— Norm Thurston; second—Steve Canfield. Motion carried.

RISK POOL ENROLLEES TRANSITION TO EXCHANGE AND REINSURANCE- CONTINGENCY PLAN- Tomi Ossana and Sally Burns

Norm presented the states position and efforts to put in place a state based exchange (Avenue H) that complies with the ACA regulations.

HHS recently issued rules on the operation of the ACA Reinsurance program. Their rules provide no flexibility for states to establish their own rules. As such, Utah will not be pursuing the administration of the Reinsurance program. The federal government is still exploring how state high risk pools could continue into 2014 and beyond. The Board determined that the analysis should continue on reinsurance costs and how to use HIPUtah and its state funds in the future. There was discussion about the role of HIPUtah beyond 2013. **It was moved that HIPUtah continue to operate until legislative action suggests otherwise and research the Boards authority in the decision making process regarding different scenarios that could come up.** Moved— Doug Hasbrouck; second—Rob Perry. Motion carried. Tomi will meet with Perri and Sally to discuss transition plans and present in March's board meeting.

ACTION ITEMS- Tomi Ossana

1. The Department of Insurance has begun the 2012 External audit of the HIPUtah program.
2. The Department of Health has decided not to pursue the request for an exception to allow new Ryan White enrollees onto the \$500 deductible program.
3. Due to the timing of the legislative session the March board meeting has been moved to March 18, 2013 at 1 pm.

PREMIUM ASSISTANCE SUBSIDY- Tomi Ossana

Between operational and bonus grant monies, current projections for the PAS program show a surplus at the end of 2013. Tomi will keep monitoring the program to determine if percentages should be modified to utilize all funds.

Norm Thurston motions to adjourn the meeting at 3:10 pm. Steve Canfield seconds.

NEXT MEETING

The next Board meeting has been scheduled for Monday, March 18, 2013 at SelectHealth.